INVESTMENT STATISTICS REPORT

INTENTIONS 1999

FEBRUARY 23, 1999

PRIVATE AND PUBLIC INVESTMENT - INTENTIONS 1999

Statistics Canada has released its 1999 forecast of capital investment spending for Canada and the provinces, along with revisions to previously published data for 1997 and 1998. The 1999 forecast numbers are based on information collected from November 1998 through January 1999. The Manitoba outlook is for a slowdown in new capital investment, after several years of strong growth.

	1999 Intentions ($Millions)	1998 Preliminary Actual ($Millions)	Percent Change
Total Capital	4,621.6	5,097.2	-9.3
Private Capital Investment	3,306.5	3,753.3	-11.9
Public Capital Investment	1,351.2	1,343.9	-2.1
Manufacturing Investment	477.1	611.4	-22.0

Total new capital investment in Manitoba is forecast at $4.62 billion for 1999, down $475.6 million (-9.3%) from the revised 1998 level of $5.09 billion. The forecast decline for 1999 follows four years of strong gains for Manitoba. In 1998, total capital investment in Manitoba grew by 10.4%, the second strongest increase among the provinces, and well above the national average gain of 2.5%. Total new capital investment at the national level is expected to remain almost static this year, up a marginal 0.2%.

Manitoba's growth over the last several years has been powered by strong private sector gains, and that is where nearly the entire forecast decline for 1999 is as well. Private capital investment in Manitoba is expected to be down $446.8 million in 1999, an 11.9% decline from last year. But the 1999 downturn follows seven consecutive years of steady growth (1992 to 1998) in private capital investment. In that time, our growth in new private capital totalled 73.4%, nearly twice Canada's 39.3% gain, and the third best performance among the provinces. Private sector spending at the national level is forecast to decline 0.9% this year.

Much of the forecast decline in private sector investment forecast is in two sectors, manufacturing and transportation. Manufacturing capital investment for 1999 is forecast at $477.1 million, down $134.3 million (-22.0%) from last year. The decline in manufacturing investment is concentrated in chemical products and in paper and allied industries, and reflects the winding up of major expansions.

Declines in transportation are linked to a winding down of pipeline construction activity in 1999 from the high levels of activity over the last few years. Investment in the retail sector is also expected to be lower this year after a very strong 1998. Some gains are forecast for financial services, communications and the housing sector.

Total public sector investment in 1999 is forecast at $1.32 billion, down 2.1% from 1998.

CONTENTS

CHART 1 - TOTAL CAPITAL INVESTMENT BY PROVINCE

CHART 2 - MANITOBA TOTAL CAPITAL INVESTMENT

CHART 3 - PRIVATE CAPITAL INVESTMENT BY PROVINCE

CHART 4 - PUBLIC CAPITAL INVESTMENT BY PROVINCE

CHART 5 - MANITOBA PRIVATE AND PUBLIC CAPITAL INVESTMENT

TABLE 1 - MANITOBA CAPITAL INVESTMENT BY INDUSTRY

TABLE 2 - TOTAL CAPITAL INVESTMENT BY PROVINCE

TABLE 3 - MANUFACTURING CAPITAL INVESTMENT BY PROVINCE

TABLE 4 - PRIVATE CAPITAL INVESTMENT BY PROVINCE

TABLE 5 - PUBLIC CAPITAL INVESTMENT BY PROVINCE

CHART 1

TOTAL CAPITAL INVESTMENT BY PROVINCE
(PERCENT CHANGE 1999/98)

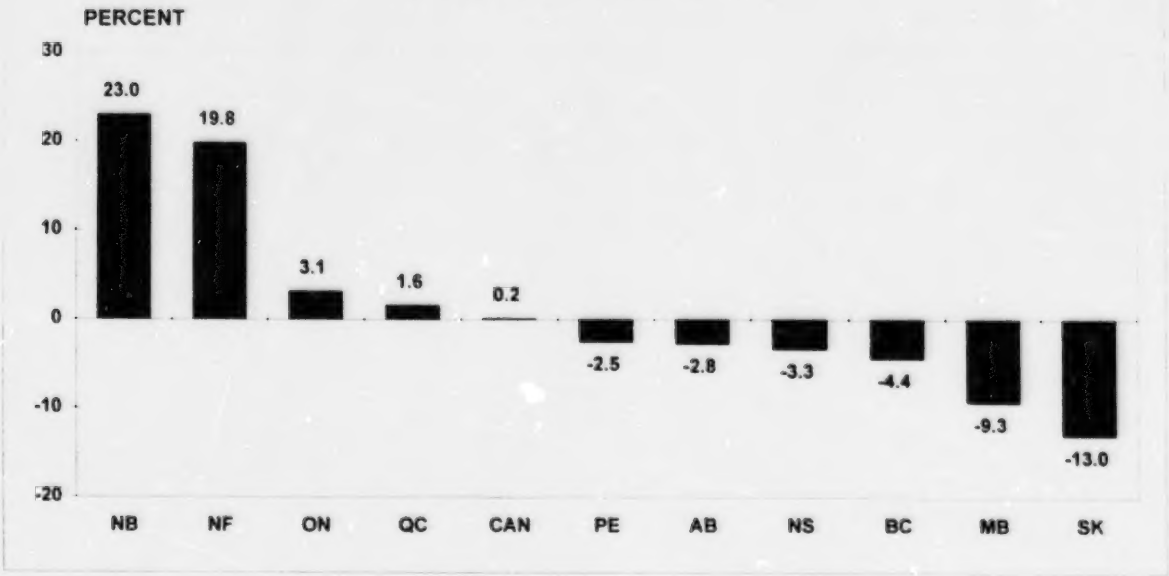
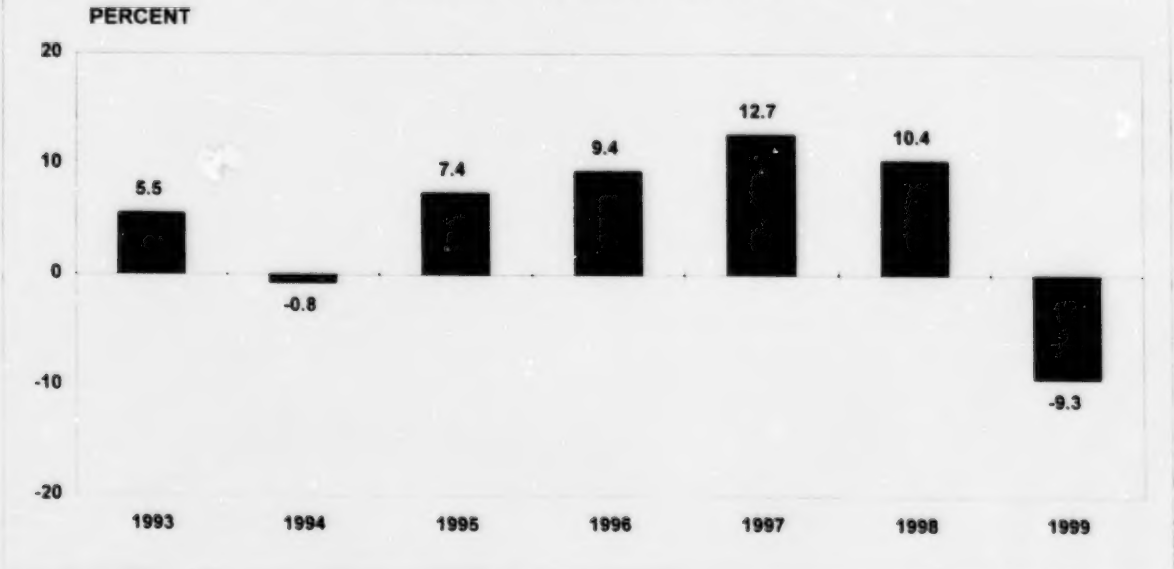


CHART 2

MANITOBA TOTAL CAPITAL INVESTMENT
(PERCENT CHANGE 1993 - 1999)



DATA SOURCE: STATISTICS CANADA
MANITOBA BUREAU OF STATISTICS

FEBRUARY 24, 1999

CHART 3

PRIVATE CAPITAL INVESTMENT BY PROVINCE
(PERCENT CHANGE 1999/98)

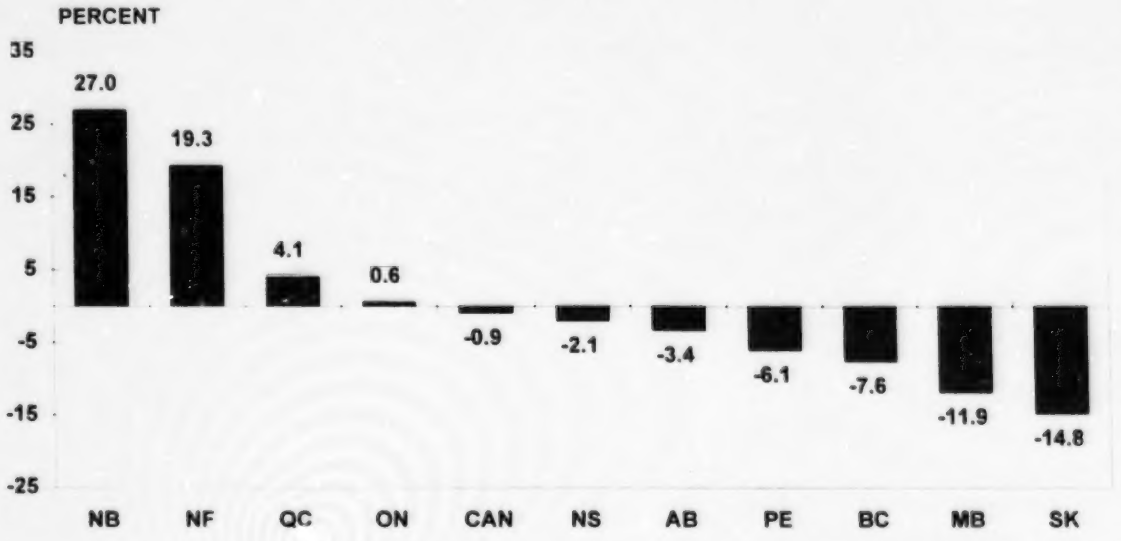
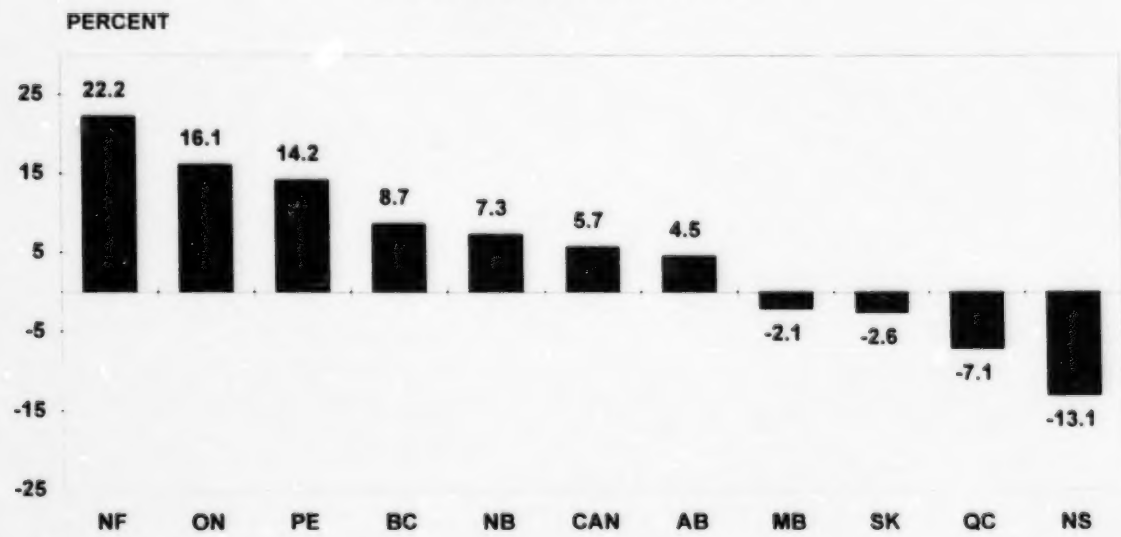


CHART 4

PUBLIC CAPITAL INVESTMENT BY PROVINCE
(PERCENT CHANGE 1999/98)

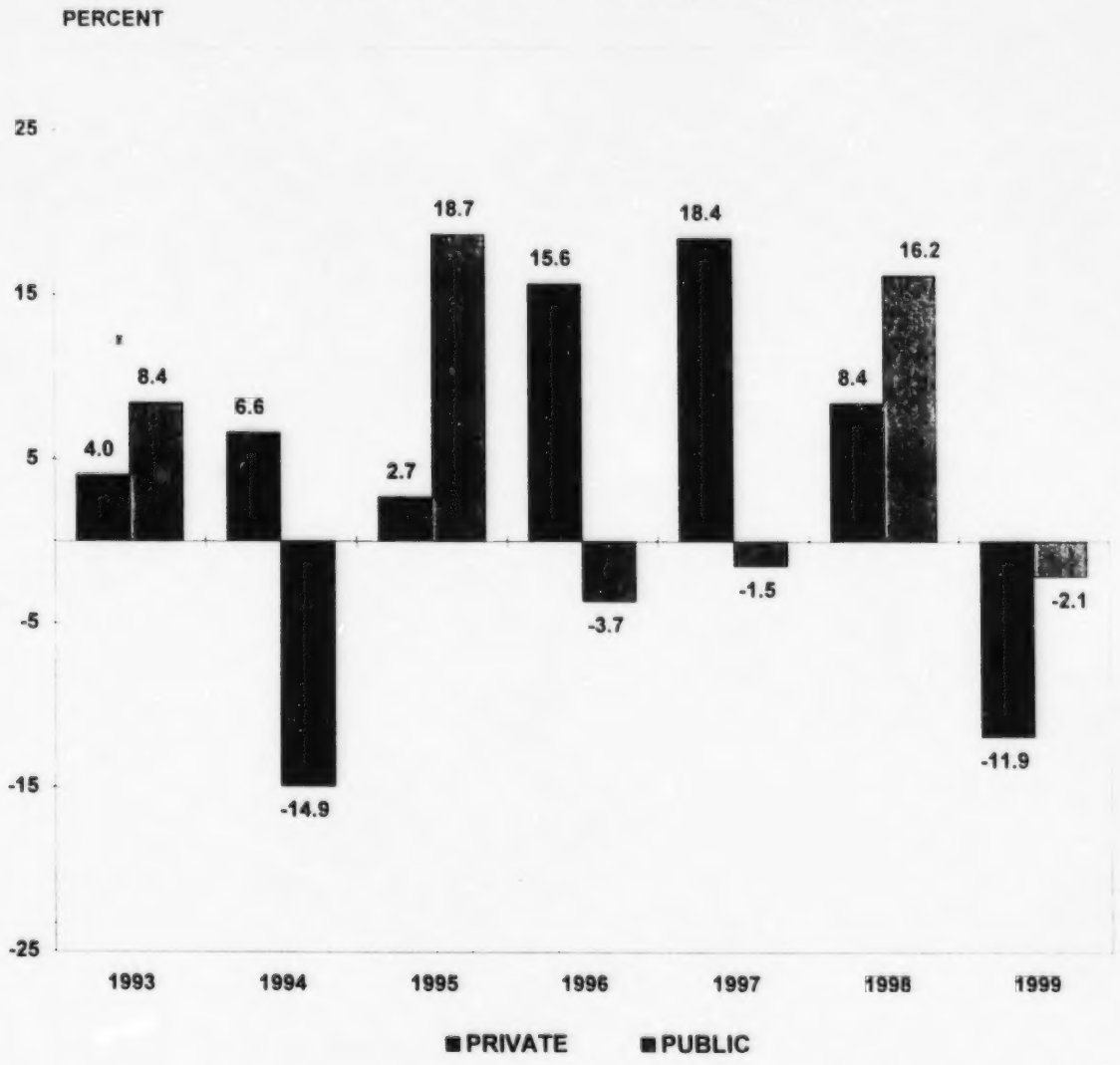


DATA SOURCE: STATISTICS CANADA
MANITOBA BUREAU OF STATISTICS

FEBRUARY 24, 1999

CHART 5

MANITOBA PRIVATE & PUBLIC CAPITAL INVESTMENT
(ANNUAL PERCENT CHANGE 1993 - 1999)



DATA SOURCE: STATISTICS CANADA
MANITOBA BUREAU OF STATISTICS

FEBRUARY 24, 1999

TABLE 1: MANITOBA CAPITAL INVESTMENT BY INDUSTRY (MILLIONS OF DOLLARS)

	1993	1994	1995	1996	1997	1998	1999
AGRICULTURE	378.3	375.7	370.9	353.7	435.1	404.0	396.9
MINING	119.9	150.7	244.4	199.8	190.1	152.4	150.9
MANUFACTURING	279.5	251.9	377.8	425.6	640.4	611.4	477.1
TRANSPORTATION & STORAGE	231.3	250.5	192.0	406.5	419.5	635.7	415.3
COMMUNICATIONS & OTHER UTILITIES	667.1	421.0	500.0	532.5	574.4	616.4	649.5
WHOLESALE & RETAIL TRADE	144.9	200.1	207.2	182.9	180.5	265.1	160.8
FINANCE, INSURANCE & REAL ESTATE	233.8	140.7	178.9	270.1	418.4	447.7	499.0
GOVERNMENT SERVICES	468.0	450.7	622.1	546.1	471.8	503.0	542.4
HEALTH & EDUCATION SERVICES	114.7	131.6	140.4	138.4	147.6	148.4	138.3
HOUSING	681.5	845.3	715.8	790.3	818.6	874.2	895.9
OTHER (NOT ELSEWHERE SPECIFIED)	198.0	271.3	198.1	252.5	322.4	438.9	295.5
TOTAL CAPITAL INVESTMENT	3,517.0	3,489.5	3,747.6	4,098.4	4,618.8	5,097.2	4,621.6
PRIVATE CAPITAL INVESTMENT	2,309.0	2,461.9	2,528.3	2,923.8	3,462.0	3,753.3	3,306.5
PUBLIC CAPITAL INVESTMENT	1,208.0	1,027.6	1,219.3	1,174.6	1,156.9	1,343.9	1,315.2
			ANNUAL PERCENT CHANGE				
AGRICULTURE	30.1	-0.7	-1.3	-4.6	23.0	-7.1	-1.8
MINING	32.0	25.7	62.2	-18.2	-4.9	-19.8	-1.0
MANUFACTURING	43.9	-9.9	50.0	12.7	50.5	-4.5	-22.0
TRANSPORTATION & STORAGE	-33.9	8.3	-23.4	111.7	3.2	51.5	-34.7
COMMUNICATIONS & OTHER UTILITIES	18.7	-36.9	18.8	6.5	7.9	7.3	5.4
WHOLESALE & RETAIL TRADE	-13.7	38.1	3.5	-11.7	-1.3	46.9	-39.3
FINANCE, INSURANCE & REAL ESTATE	4.5	-39.8	27.1	51.0	54.9	7.0	11.5
GOVERNMENT SERVICES	-3.4	-3.7	38.0	-12.2	-13.6	6.6	7.8
HEALTH & EDUCATION SERVICES	-28.4	14.7	6.7	-1.4	6.6	0.5	-6.8
HOUSING	15.6	24.0	-15.3	10.4	3.6	6.8	2.5
OTHER (NOT ELSEWHERE SPECIFIED)	-10.0	37.0	-27.0	27.5	27.7	36.1	-32.7
TOTAL CAPITAL INVESTMENT	5.5	-0.8	7.4	9.4	12.7	10.4	-9.3
PRIVATE CAPITAL INVESTMENT	4.0	6.6	2.7	15.6	18.4	8.4	-11.9
PUBLIC CAPITAL INVESTMENT	8.4	-14.9	18.7	-3.7	-1.5	16.2	-2.1

DATA SOURCE: STATISTICS CANADA
1997 ACTUAL; 1998 PRELIMINARY ACTUAL; 1999 INTENTIONS.

MANITOBA BUREAU OF STATISTICS
FEBRUARY 23, 1999

TABLE 2: TOTAL CAPITAL INVESTMENT BY PROVINCE (MILLIONS OF DOLLARS)

	MAN	CAN	NFLD	PEI	NS	NB	QUE	ONT	SASK	ALTA	BC
1993	3,517.0	121,253.9	2,484.7	411.6	2,924.6	2,329.1	25,691.6	43,327.1	4,057.6	17,918.0	18,005.9
1994	3,489.5	130,131.2	2,906.4	483.1	3,049.4	2,342.8	26,688.9	45,568.6	4,546.5	20,025.9	20,402.6
1995	3,747.6	127,802.8	2,828.7	518.8	2,913.3	2,473.2	24,857.1	45,842.7	4,734.4	19,927.9	19,226.7
1996	4,098.4	137,712.0	2,312.7	493.6	3,058.8	2,717.1	26,771.4	51,997.5	5,407.7	20,960.2	19,309.7
1997	4,618.8	157,449.5	2,654.4	490.3	3,992.3	2,657.5	28,831.7	58,132.6	7,083.5	27,359.9	20,736.4
1998	5,097.2	161,327.1	2,714.8	448.7	4,688.5	2,832.0	31,107.6	59,458.7	6,544.4	28,442.7	19,015.0
1999	4,621.6	161,577.5	3,252.1	437.3	4,531.7	3,482.5	31,592.9	61,322.1	5,690.5	27,656.6	18,177.9

	ANNUAL PERCENT CHANGE										MANITOBA RANK
1993	5.5	-0.8	19.4	5.4	2.9	-6.0	-2.7	-7.2	-0.4	12.8	3.7	3
1994	-0.8	7.3	17.0	17.4	4.3	0.6	3.9	5.2	12.0	11.8	13.3	10
1995	7.4	-1.8	-2.7	7.4	-4.5	5.6	-6.9	0.6	4.1	-0.5	-5.8	1
1996	9.4	7.8	-18.2	-4.9	5.0	9.9	7.7	13.4	14.2	5.2	0.4	4
1997	12.7	14.3	14.8	-0.7	30.5	-2.2	7.7	11.8	31.0	30.5	7.4	5
1998	10.4	2.5	2.3	-8.5	17.4	6.6	7.9	2.3	-7.6	4.0	-8.3	2
1999	-9.3	0.2	19.8	-2.5	-3.3	23.0	1.6	3.1	-13.0	-2.8	-4.4	9

DATA SOURCE: STATISTICS CANADA

NOTE: RANKING IS IN DESCENDING ORDER FROM HIGHEST TO LOWEST.
1997 ACTUAL: 1998 PRELIMINARY ACTUAL: 1999 INTENTIONS.

MANITOBA BUREAU OF STATISTICS
FEBRUARY 23, 1999

TABLE 3: MANUFACTURING CAPITAL INVESTMENT BY PROVINCE (MILLIONS OF DOLLARS)

	MAN	CAN	NFLD	PEI	NS	NB	QUE	ONT	SASK	ALTA	BC
1993	279.5	13,777.6	54.6	12.7	179.9	192.8	2,842.9	6,870.8	332.5	1,671.0	1,334.5
1994	251.9	14,529.0	53.8	13.8	172.6	240.1	3,476.7	7,433.1	152.7	1,108.1	1,623.7
1995	377.8	16,735.1	89.9	29.2	222.4	394.2	3,676.9	8,513.2	216.5	1,374.1	1,830.7
1996	425.6	18,247.3	85.8	35.3	331.7	515.6	4,092.4	9,620.1	254.2	1,242.7	1,641.7
1997	640.4	19,341.2	112.1	30.1	888.2	367.4	4,150.0	9,777.4	293.9	1,470.5	1,609.8
1998	611.4	19,464.5	171.5	68.2	521.4	467.1	4,376.5	9,498.4	389.6	2,248.7	1,109.9
1999	477.1	19,488.4	149.0	44.5	373.4	758.0	5,450.5	8,428.9	360.1	2,337.9	1,107.4

	ANNUAL PERCENT CHANGE										MANITOBA RANK
1993	43.9	-2.6	-25.3	-7.3	-18.2	1.3	-25.0	18.4	-59.3	1.9	-4.8	1
1994	-9.9	5.5	-1.5	8.7	-4.1	24.5	22.3	8.2	-54.1	-33.7	21.7	8
1995	50.0	15.2	67.1	111.6	28.9	64.2	5.8	14.5	41.8	24.0	12.7	4
1996	12.7	9.0	-4.6	20.9	49.1	30.8	11.3	13.0	17.4	-9.6	-10.3	6
1997	50.5	6.0	30.7	-14.7	167.8	-28.7	1.4	1.6	15.6	18.3	-1.9	2
1998	-4.5	0.6	53.0	126.6	-41.3	27.1	5.5	-2.9	32.6	52.9	-31.1	8
1999	-22.0	0.1	-13.1	-34.8	-28.4	62.3	24.5	-11.3	-7.6	4.0	-0.2	8

DATA SOURCE: STATISTICS CANADA

NOTE: RANKING IS IN DESCENDING ORDER FROM HIGHEST TO LOWEST.
1997 ACTUAL; 1998 PRELIMINARY ACTUAL; 1999 INTENTIONS.

MANITOBA BUREAU OF STATISTICS
FEBRUARY 23, 1999

TABLE 4: PRIVATE CAPITAL INVESTMENT BY PROVINCE (MILLIONS OF DOLLARS)

	MAN	CAN	NFLD	PEI	NS	NB	QUE	ONT	SASK	ALTA	BC
1993	2,309.0	93,377.4	1,728.0	282.6	2,228.5	1,434.2	17,301.8	34,307.9	3,025.3	15,539.4	14,967.8
1994	2,461.9	101,475.1	2,037.4	393.1	2,369.0	1,607.8	18,663.5	35,930.4	3,428.0	17,933.4	16,349.7
1995	2,528.3	99,844.0	2,092.4	436.7	2,216.9	1,636.9	17,019.1	36,181.6	3,828.2	18,038.5	15,512.3
1996	2,923.8	111,153.3	1,994.8	403.8	2,521.8	1,995.7	19,742.3	42,172.9	4,555.6	19,267.7	15,290.8
1997	3,462.0	132,630.7	2,276.4	374.7	3,418.9	1,984.1	22,717.2	48,675.0	6,162.0	25,556.5	17,344.6
1998	3,753.3	134,645.9	2,274.2	369.7	4,142.3	2,256.1	24,136.6	49,827.0	5,586.0	26,320.5	15,257.1
1999	3,306.5	133,373.4	2,713.4	347.2	4,056.7	2,864.6	25,119.0	50,136.3	4,757.0	25,438.1	14,094.7

	ANNUAL PERCENT CHANGE										MANITOBA RANK
1993	4.0	0.6	13.7	11.9	-1.4	2.8	-6.4	-3.3	-2.8	14.9	5.7	5
1994	6.6	8.7	17.9	39.1	6.3	12.1	7.9	4.7	13.3	15.4	9.2	8
1995	2.7	-1.6	2.7	11.1	-6.4	1.8	-8.8	0.7	11.7	0.6	-5.1	4
1996	15.6	11.3	-4.7	-7.5	13.8	21.9	16.0	16.6	19.0	6.8	-1.4	5
1997	18.4	19.3	14.1	-7.2	35.6	-0.6	15.1	15.4	35.3	32.6	13.4	4
1998	8.4	1.5	-0.1	-1.3	21.2	13.7	6.2	2.4	-9.3	3.0	-12.0	3
1999	-11.9	-0.9	19.3	-6.1	-2.1	27.0	4.1	0.6	-14.8	-3.4	-7.6	9

DATA SOURCE: STATISTICS CANADA

NOTE: RANKING IS IN DESCENDING ORDER FROM HIGHEST TO LOWEST.
1997 ACTUAL; 1998 PRELIMINARY ACTUAL; 1999 INTENTIONS.

MANITOBA BUREAU OF STATISTICS
FEBRUARY 23, 1999

TABLE 5: PUBLIC CAPITAL INVESTMENT BY PROVINCE (MILLIONS OF DOLLARS)

	MAN	CAN	NFLD	PEI	NS	NB	QUE	ONT	SASK	ALTA	BC
1993	1,208.0	27,876.4	756.7	128.9	696.1	894.9	8,389.8	9,019.2	1,032.3	2,378.6	3,038.1
1994	1,027.6	28,656.1	869.1	90.0	680.4	735.0	8,025.5	9,638.2	1,118.4	2,092.5	4,052.9
1995	1,219.3	27,958.8	736.3	82.1	696.3	836.3	7,837.9	9,661.1	906.2	1,889.4	3,714.4
1996	1,174.6	26,558.7	317.8	89.8	537.0	721.5	7,029.2	9,824.6	852.1	1,692.5	4,018.9
1997	1,156.9	24,818.9	378.0	115.6	573.4	673.4	6,114.5	9,457.6	921.5	1,803.4	3,391.8
1998	1,343.9	26,681.2	440.6	78.9	546.3	575.9	6,971.0	9,631.7	958.3	2,122.1	3,758.0
1999	1,315.2	28,204.1	538.6	90.1	475.0	617.9	6,473.9	11,185.8	933.5	2,218.5	4,083.1

	ANNUAL PERCENT CHANGE										MANITOBA RANK
1993	8.4	-5.2	35.1	-6.5	19.9	-17.3	5.9	-19.4	7.4	0.7	-5.3	3
1994	-14.9	2.8	14.9	-30.2	-2.3	-17.9	-4.3	6.9	8.3	-12.0	33.4	8
1995	18.7	-2.4	-15.3	-8.8	2.3	13.8	-2.3	0.2	-19.0	-9.7	-8.4	1
1996	-3.7	-5.0	-56.8	9.4	-22.9	-13.7	-10.3	1.7	-6.0	-10.4	8.2	4
1997	-1.5	-6.6	18.9	28.7	6.8	-6.7	-13.0	-3.7	8.1	6.6	-15.6	6
1998	16.2	7.5	16.6	-31.7	-4.7	-14.5	14.0	1.8	4.0	17.7	10.8	3
1999	-2.1	5.7	22.2	14.2	-13.1	7.3	-7.1	16.1	-2.6	4.5	8.7	7

DATA SOURCE: STATISTICS CANADA

MANITOBA BUREAU OF STATISTICS

NOTE: RANKING IS IN DESCENDING ORDER FROM HIGHEST TO LOWEST.

FEBRUARY 23, 1999

1997 ACTUAL; 1998 PRELIMINARY ACTUAL; 1999 INTENTIONS.